

**BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA**

Application of Pacific Gas and Electric Company  
(U 39 E) for Authority to Increase Revenue  
Requirements to Recover the Costs to Replace  
Steam Generators in Units 1 and 2 of the Diablo  
Canyon Power Plant.

Application 04-01-009  
(Filed January 9, 2004)

**ADMINISTRATIVE LAW JUDGE'S RULING  
REQUIRING CALCULATION**

On February 24, 2005, the Commission issued an interim decision in this proceeding. The decision contained a table of the net present value of revenue requirements results of the cost-effectiveness calculations. Scenarios 2, 3, 4 and 5 contained assumed tube degradation results of the last refueling outages for both units. Those results should now be available. Therefore, I require Pacific Gas and Electric Company to provide cost-effectiveness calculations for Scenarios 3 and 4 using the actual tube degradation results of the last refueling outage for both units. This is to be the only change to the assumptions used in the decision. The response to this ruling will be in the form of an exhibit.

I intend that the calculations reflect no changes to the decision, with the exception of the tube degradation results of the two refueling outages that are not in the record. I plan to enter these results into the record as an exhibit. Because the only change to the calculations adopted in the decision will be those due to the tube degradation results, there should be no objection to the receipt of this exhibit into evidence, assuming that the calculation is done as required.

However, parties will be allowed to review the calculations, and object or comment as they see fit.

**IT IS RULED** that:

1. Pacific Gas and Electric Company shall provide cost-effectiveness calculations for Scenarios 3 and 4 in Decision (D.) 05-02-052 using the actual tube degradation results of the last refueling outages for both units. This is to be the only change to the assumptions used in D.05-02-052, and the calculation shall be fully explained.
2. The response to this ruling shall be in the form of an exhibit.
3. Workpapers shall be provided to the parties upon request.
4. The response shall be filed and served on April 8, 2005.
5. Parties may respond by April 22, 2005.
6. Any party objecting to the receipt of the exhibit into evidence shall make and explain its objection in its response.

Dated March 17, 2005, at San Francisco, California.

/s/ JEFFREY P. O'DONNELL

Jeffrey P. O'Donnell  
Administrative Law Judge

**CERTIFICATE OF SERVICE**

I certify that I have by mail this day served a true copy of the original attached Administrative Law Judge's Ruling Requiring Calculation on all parties of record in this proceeding or their attorneys of record.

Dated March 17, 2005, at San Francisco, California.

/s/ ERLINDA PULMANO

Erlinda Pulmano

**N O T I C E**

Parties should notify the Process Office, Public Utilities Commission, 505 Van Ness Avenue, Room 2000, San Francisco, CA 94102, of any change of address to insure that they continue to receive documents. You must indicate the proceeding number on the service list on which your name appears.

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